

RECEIVERS FOR THE ORIENTAL

JACKSON JUMPS IN AND BLOCKS THE RESUMPTION PLAN

**Justice Platzek Names Carnegie Trust Co.
and Henry Schneider, a Real Estate
Man—Bank's Attorneys Declare That
Jackson, Backe, Smith With Them**

Attorney-General Jackson surprised the depositors, directors and officers of the Oriental Bank yesterday by applying for the appointment of receivers at the very time that the directors, with the full knowledge of Superintendent of Banks Clark Williams, were concluding arrangements for

for the liquidation of the bank by the Metropolitan Trust Company and the full and early payment of all the deposits. The Attorney-General got receivers ap-

The receivers are the Carnegie Trust Company and Henry Schneider, a real estate dealer with an office at 114 Fifth

izer of the Carnegie Trust Company and the actual president since the perfection of plans for Leslie M. Shaw's retirement on March 1, said last night that he had not been consulted about the appointment of the trust company as one of the receivers.

the trust company had knowledge of the proceedings before they were brought to court.

What the other receiver knew about it is unknown. He was not at his home last night.

Schneider lives on the second floor of the apartment house at 139 East Sixteenth street. He is the agent of the house and one adjoining, which is owned by the

But apart from him it was perfectly apparent that none of the parties chiefly interested in the institution had been consulted. Clark Williams, State Superintendent of Banks, wrote a letter to the Attorney-General immediately upon receipt of the news that Mr. Jackson had acted. Mr. Williams would not give out the text of the letter last night. That he said was a matter

known, however, that he was not consulted directly or indirectly regarding the appointment of receivers, but, conversely, was paying attention to plans for the resumption of the bank and was very much encouraged over the success of the negotiations. Apparently the Superintendent of Banks was puzzled and displeased.

directors who were working to rehabilitate the Oriental, said last night that they would make application in court to-day for a discharge of the receivers and would endeavor to ascertain something of the reasons for the Attorney-General's application. S. Stanwood Menken of that firm gave out this statement as expressing the ideas of his clients:

"The officers of the Oriental Bank were

"The application for the appointment of receivers on the part of the Attorney-General came as an absolute surprise to the officers of the bank, as an arrangement had been made one week ago between the bank

had received the approval of the executive committee of the trust company providing for immediate payment in full by the Metropolitan Trust Company of all the depositors and creditors of the Oriental Bank.

"This plan of paying the depositors had

partment, subject to its acceptance by the Attorney-General as to legalities, and the terms of the agreement with the Metropolitan Trust Company had been ratified by over 70 per cent. of the stockholders of the Oriental Bank at a meeting held on Wednesday.

"The details of the agreement with the Metropolitan Trust Company were submitted to the Attorney-General by two letters—one written on February 25 and the other written on February 26—in which his attention was particularly called to the fact that the plan provided for the im-

"It was found necessary to submit the plan by letter to the Attorney-General, as the counsel for the bank found it impossible to make an appointment with him in spite of continuous and persistent efforts so to do for over three days.

"Shortly after the bank closed its doors, an examination of its affairs was made by Messrs. Barrow, Wade & Guthrie, the well

"For the further protection of the Metro-North Railroad, the Commission has ordered that the bank, amounting to \$750,000, was unimpaired, and in addition thereto that there was a surplus of considerably over \$700,000.

directors of the bank had agreed to execute a bond of \$500,000 to protect it against any possible loss by reason of the payment of the depositors of the bank.

"The letter which was written to the Attorney-General on February 26 is as follows:

Hon. William Schuyler Jackson, Attorney-General, State of New York, 293 Broadway.
DEAR SIR: Referring to our letter of yesterday in regard to the agreement of the Metropolitan Trust Company to furnish funds for the payment of all the obligations of the

appreciate hearing from you, if possible, upon receipt of this letter, as to whether the proposed plan meets your satisfaction. The same has been agreed to by the trust company in writing, and their attorneys have prepared a formal agreement, which merely waits your approval of the plan before being signed.

pursuant to notice, to meet to-day at 12 o'clock and we are anxious to learn prior to the meeting whether there is any step which you wish taken or any formality which you wish complied with, in order that the proposed plan may have your entire approval.

The trust company has intimated to us that they are anxious to close this matter, and we deem it of serious importance to the thousands of depositors of the Central Bank that the same be disposed of at once.